

CORRES. CONTROL
OUTGOING LTR. NO.



Rocky Mountain
Remediation Services, L.L.C.
... protecting the environment

96-RM-EC-00043-KI

Rocky Flats Environmental Technology Site
P.O. Box 464
Golden, Colorado 80402
Phone: (303) 966-2677
Fax: (303) 966-8244

June 20, 1996

96-RM-EC-00043-KH

Tim Hedahl
Kaiser-Hill Company, L. L. C.
Building T130C
Rocky Flats Environmental Technology Site

SEWAGE TREATMENT PLANT, PHASE III, PRB-068-96

Ref: P.R.Bengel ltr., PRB-024-96, to Tim .G.Hedahl , Sewage Treatment Plant,
Phase III, March 11, 1996

Action: Kent Dorr will need to contact Partha Chatterji or Vern Guthrie by
June 26 ,1996, with respect to Response Requirements.

PURPOSE

The purpose of this correspondence is to follow up on the referenced letter and advise you
of the status of the Sewage Treatment Plant Upgrades Project(STP), Phase III.

DISCUSSION

Based on the above letter, the contract for the STP Phase III project was extended to
include the effluent tanks. The engineering for the project has been completed and final
comments are being incorporated. Additionally, a separate contract was awarded to
J.A.Jones to excavate the OU- 9 pipe, which was identified as a potential problem in the
referenced letter, from the site of the proposed effluent tank.

With the progress of excavation it is becoming evident that the spread of contamination is
greater than anticipated and is generating waste that may cost substantially more than the
\$75,000 allotted to remove the OU-9 pipe. Based on this assumption RMRS has stopped
work in the OU-9 area in order to minimize waste generation until additional soils
investigation can be made to better determine the extent and levels of contamination and
associated costs.

Since start of construction for Phase III is imminent and the subcontractor is scheduled to
start work on the effluent tanks first, RMRS is directing the subcontractor to reschedule
activities to start influent tank construction first. This will provide the project team time to
gather information and evaluate available alternatives to make an informed decision.

The following appear to be the available alternatives, although we would welcome other
suggestions:

- 1) Gather more soil information and continue to excavate the OU-9 pipe and surrounding
contaminated soil after better determining the extent of contamination. This will certainly
result in cost that will have to be met with additional funding .
- 2) Negotiate with the regulators to provide a smaller in ground tank or above ground tank,
which could be constructed away from the contaminated area.
- 3) Negotiate with the regulators to eliminate the effluent tanks altogether.

ADMIN RECCRD
ADMIN

IA-A-000382

DIST.	LTR	EN
BENGEL, P. R.		
FINDLEY, M. E.		
GUINN, L. A.		
JIERREE, C. C.		
McANALLY, J. L.		
PARKER, A. M.		
POWER, A. P.		
ZEILE, H. J.		
GARY Anderson	X	
Tom Bourgeois	X	
Vern Guthrie	X	
Gary Guinn	X	
Ken Koebel	X	
Bill McAndrew	X	
R. Ryken	X	
File	X	

CORRES. CONTROL		
RMRS CC	X	X
TRAFFIC		

CLASSIFICATION:	
UCNI	
UNCLASSIFIED	
CONFIDENTIAL	
SECRET	

AUTHORIZED CLASSIFIED
SIGNATURE:

Date:

IN REPLY TO RFP CC NC

ACTION ITEM STATUS:
_ OPEN _ CLOSED
_ PARTIAL

LTR APPROVALS:

ORIG. & TYPIST INITIALS

PC:slc

RF-46469 (Rev. 5/96)


114

June 20, 1996
Tim Hedahl
96-RM-EC-00043-KH
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In the meantime, RMRS is proceeding with the balance of the project as mentioned above by redirecting the subcontractor.

RESPONSE REQUIREMENTS

Please inform Partha Chatterji or Vern Guthrie by Wednesday, June 26, 1996 regarding the preferred method of execution of the project.



Paul R. Bengel, Vice President
Engineering/Construction/Decommissioning

PC:slc

cc:
D. Detamore - T130C
K. Dorr - T130F



**Rocky Mountain
Remediation Services, L.L.C.**
protecting the environment

Rocky Flats Environmental Technology Site

P.O. Box 464

Golden, Colorado 80402-0464

Phone: (303) 966-2678

Fax: (303) 966-8244

**CORRES. CONTROL
LTR. NO.**

March 11, 1996

96-RF-01531
96-RM-EC-00008-KH

96-RF-01531

DIST.	LTR	ENC
BENGEL, P.	X	
FINDLEY, M.		
JERREE, C.		
McANALLY, J.		
PARKER, A.		
POWER, A.		
ZEILE, H.		

Kaiser-Hill Company, LLC
Rocky Flats Environmental Technology Site
P.O. Box 464
Golden, Colorado 80402-0464
Attention: Mr. Tim G. Hedahl
Building T130C

SEWAGE TREATMENT PLANT, PHASE III DESIGN-BUILD CONTRACT -
PRB-024-96

Ref: Paul R. Bengel ltr, PRB-043-95, to Tim G. Hedahl, Sewage Treatment Plant,
Phase III, Design-Build Contract, December 12, 1995

PURPOSE

The purpose of this correspondence is to update the referenced letter and advise you of the status of the contract on the Sewage Treatment Plant Upgrades Project (STP), Phase III.

DISCUSSION

Based on the above letter, the contract for the STP, Phase III project was awarded to Western Summit Contractors Inc. incrementally funded to complete all engineering and design, as well as building the influent tanks. In order to hold their bid price, our agreement is to give the sub-contractor a decision before April 1, 1996, whether to proceed with building both tanks.

With Phase II of the STP Project nearing completion, RMRS is of the opinion that there are sufficient funds in the budget to award the balance of the contract, and with effective project management, complete as designed. There are two areas of concern, however, that need to be considered:

- 1) \$833K of GPP funds that are a part of this project, have not shown up in the Financial Plan. The project cannot be completed without these funds being made available,
- 2) The effluent tanks are located in an area that contains an abandoned underground pipe that is a part of OU9. To date, indications are that a portion of this pipe can be removed as hazardous waste in a construction site, for a nominal cost. If upon excavation, extensive soil contamination is discovered, the project will not be in a position to bear the cost of a large scale waste removal problem. Removal of some underground utilities normally encountered during excavation have been considered.

For your information a funding profile is given on Page 2:

Project File	X	
CORRES. CONTROL	X	X
RMRS CC	X	X
TRAFFIC		

CLASSIFICATION:

UCNI		
UNCLASSIFIED		
CONFIDENTIAL		
SECRET		

AUTHORIZED CLASSIFIER
SIGNATURE:

Date:

IN REPLY TO RFP CC NO.:

ACTION ITEM STATUS:

☒ X CLOSED
☐ PARTIAL

LTR APPROVALS:

ORIG. & TYPIST INITIALS:

PA:dlu

March 11, 1996
Tim G. Hedahl
PRB-024-96
Page 2

Funds

Budget available after completion of Phase II	\$ 2,000,000
GPP funds being reinstated by HQ BCP	\$ 833,000
Available funds for Phase III	\$ 2,833,000

Costs

Sub-Contract value	\$ 1,900,000
In-house support	\$ 600,000
Procurement Direct Recovery @3%	\$ 57,000
Estimated Cost to remove OU9 pipe	\$ 75,000

Sub Total	\$ 2,632,000
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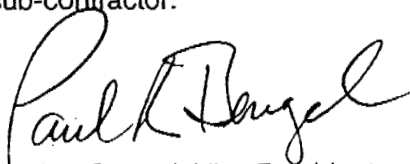
Contingency @ 7.5 % of total project cost (Contract cost growth, unidentified buried utilities, resolution of NCRs etc.)	\$ 201,000
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Total Cost of Project	\$ 2,833,000
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Based on the available information, RMRS is going to award the contract in full to Western Summit Inc. prior to April 1, 1996, and hold the bid price at \$ 1,900,000 for the entire project.

RESPONSE REQUIREMENTS

A copy of the referenced letter is attached. Please notify Partha Chatterji or Vern Guthrie on or before Monday, March 18, 1996, if Kaiser-Hill is in agreement with this course of action. Procurement will then be advised to release the balance of the contract to the sub-contractor.



Paul R. Bengel, Vice President
Engineering/Construction/ D&D

PC:dlu

Attachment:
As Stated

cc:

A. Detamore	T130C
K. Dorr	T130F

File: 11.020.1F

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